

**Senate Appropriations
Subcommittee on
Health and Human Services**

Proposed Budget

June 18, 2002

Senate Subcommittee on Human Resources

Health and Human Services

GENERAL FUND

FY 02-03

Total Budget Approved 2001 Session

\$3,644,080,118

Budget Changes

Division of Aging

- | | | |
|---|-------------|---|
| 1 Funds for Senior Tarheel Legislature | (\$6,000) | R |
| Reduces funds for 3 meetings per year from \$9,000 to \$3,000 each fiscal year. | | |
| 2 Governor's Advisory Council on Aging | (\$4,000) | R |
| Reduces funding by 50%. Funds will now be used to support 2 meetings per year, instead of quarterly meetings. \$4,000 will remain in the budget to cover the expense of 2 meetings. | | |
| 3 Central Office Administration | (\$125,000) | R |
| Reduces administration by 5% for the Division of Aging. | | |
| 4 Contracts | (\$200,000) | R |
| Eliminates contracts with Eastern and Western Alzheimer's Associations. Eliminates contract with Duke University for Alzheimer's training. | | |
| 5 Senior Centers | (\$341,000) | R |
| Eliminates 25% of the state funds for Senior Center Development and Outreach. | | |
| 6 Senior Games | (\$43,750) | R |
| Reduces State Funds for Senior Games by 25%. | | |
| 7 Area Agency on Aging Administration | (\$350,000) | R |
| Reduces state funds for planning and administration funds for 17 AAAs across the state, in lieu of new federal funds received. | | |

Division of Child Development

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|--|-------------|---|
| 8 NCPC Administration | (\$980,000) | R |
| Reduces the North Carolina Partnership for Children's administrative costs. | | |
| 9 Early Head Start Funds | (\$56,286) | R |
| Eliminates the remaining state funds that support the federal Early Head Start Program. | | |
| 10 Criminal Record Checks | (\$12,000) | R |
| Reduces the budget for reimbursement to the State Bureau of Investigation for the cost of obtaining record checks. | | |

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| 11 Local Smart Start Partnership Funds | (\$24,760,428) | R |
| Reduces the amount of funds for activities at the local partnership level. | | |
| 12 Smart Start Automation | (\$44,810) | R |
| Reduces funds to Division of Information and Resource Management for information technology activities that support Smart Start. | | |
| 13 Smart Start Professional Development Funds | (\$16,000) | R |
| Reduces professional development funds that are used to help child care employees improve their educational qualifications. | | |
| 14 Smart Start Evaluation | (\$500,000) | R |
| Eliminates funding for the Smart Start evaluation. | | |
| 15 DCD Administration | (\$369,228) | R |
| Reduces administrative expenses including positions, operating costs, and equipment. Positions include: 1.0 vacant Administrative Secretary II, 1.0 vacant Office Assistant IV, 1.0 vacant Child Program Specialist, 2.0 filled Processing Assistant III's. | | |
| | -5.00 | |

Division of Facility Services

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|---|--------------------|----------|
| 16 Travel | (\$150,000) | R |
| Reduces travel expenses throughout the Division of Facility Services. | | |
| 17 Operating Expenses | (\$126,000) | R |
| Reduces operating expenses throughout the Division of Facility Services including computer equipment replacement. | | |
| 18 Legal Services | (\$35,974) | R |
| Eliminates one paralegal position. | | |
| | -1.00 | |
| 19 Various Contracts | (\$380,731) | R |
| Eliminates the following contracts: | | |
| Solucient \$54,000 | | |
| Sheps Center \$90,731 | | |
| Reduce the following contracts: | | |
| Poison Control Center \$136,000 | | |
| Miscellaneous Contracts \$100,000 | | |
| 20 Vacant Positions | (\$90,000) | R |
| Eliminates two vacant positions: 1.0 Facility Engineer Specialist and 1.0 Facility Survey Consultant I. | | |
| | -2.00 | |

Division of Medical Assistance

21 Asset Policy Changes	(\$3,028,281)	R
Modifies transfer of asset policy by including real property held under a life estate or tenancy-in-common as a countable asset when determining Medicaid eligibility.		
22 Define "Efficient Provider" for Long Term Care	(\$15,175,621)	R
Reduces expenditures by basing payment for long term care providers (nursing facilities, intermediate care facilities for the mentally retarded, and adult care home - personal care services) on an "efficient provider" operating profile.		
23 Drug Utilization Management	(\$37,374,352)	R
Expands implementation of various drug utilization measures to contain the cost of prescription drugs, including expanding the use of generic drugs.		
24 Private Duty Nursing Limitations	(\$292,052)	R
Reduces expenditures for private duty nursing services for adults over 21 by limiting the number of hours to 16 hours per day and providing for 24 hours per day for up to 21 days post-hospital stay and up to 14 consecutive days if a patient's caregiver experiences a personal medical emergency.		
25 Personal Care Services Limitations	(\$2,655,057)	R
Reduces Personal Care Services by reducing the daily limit for services from 3.5 hours per day to 3 hours per day and reducing the monthly limit for services from 80 hours per month to 60 hours per month.		
26 CAP-MR/DD Program	(\$18,358,593)	R
Reduces the Community Alternatives Program for the Mentally Retarded and Developmentally Disabled (CAP-MR/DD) by revising the existing waivers and continuing the freeze on program participation until growth in program participation moderates.		
27 CAP-DA Program	(\$13,554,011)	R
Reduces the Community Alternatives Program for Disabled Adults (CAP-DA) by continuing the freeze on program participation, limiting the monthly average cost limit, and limiting the number of In-Home Aide Services.		
28 Asset Policy Changes for PCS Recipients	(\$423,959)	R
Modifies transfer of asset policy by applying the policy to persons receiving personal care services while residing in their home.		
29 Pregnant Women Coverage for Minors	(\$244,793)	R
Modifies policy for determining eligibility for pregnant women coverage for minors by counting parental income.		

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- new* ~~★~~ **30 Dental Services for Adults over 21** (\$5,121,872) R
Reduces Dental services for adults over 21 by limiting services to basic preventative and restorative procedures, and emergency dental needs. Eliminates coverage of all denture services.
- 31 Long Term Care Facilities Rx Contract** (\$3,773,069) R
Contracts for the provision of prescription drugs utilized by Medicaid covered residents of nursing facilities, intermediate care facilities for the mentally retarded, and adult care homes.
- 32 Hospital Payments** (\$1,409,819) R
Reduces payments to hospitals by 0.5%. Options for reducing payment include using waivers to reduce hospital costs associated with billing Medicaid and implementing a revised outpatient/emergency payment method to relate payment to services received.
- 33 Prospective Rates for Home Health Services** (\$991,979) R
Establishes prospective rate payment system for Home Health Services and pay for services based on an assessment of the specific needs of the Medicaid recipient. Payment for services will no longer be tied to the number of provider visits.
- 34 Contract for Home Infusion Therapy** (\$81,663) R
Contracts for Home Infusion Therapy services and reduce the number of providers.
- new* ~~★~~ **35 Optical Service Providers** (\$405,680) R
Reduces rates for optical service providers by 10%.
- 36 Contract for Home Health Supplies** (\$175,055) R
Contracts for Home Health Supplies and reduce the number of providers.
- 37 Optional Services** (\$250,000) R
Eliminates optional circumcision procedures except in cases of medical necessity.
- 38 Carolina ACCESS II/III Cost Savings** (\$9,425,000) R
Reduces expenditures for the Medicaid program to reflect anticipated savings from the expansion of Carolina ACCESS II/III activities including reducing hospital admissions, reducing ER visits, using best prescribing practices, increased generic prescribing, implementing polypharmacy review, reducing therapy visits, and better managing of high risk/high cost patients.
- 39 Reimbursement Rate Reduction** (\$2,280,846) R
Reduces reimbursement rates by 0.5% for all providers except hospitals, physicians, and dentists.

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| 40 Contract for Durable Medical Equipment
Contracts for Durable Medical Equipment and reduce the number of providers. | (\$538,399) | R |
| 41 Medicare Crossover Claims
Applies Medicaid medical policy to Medicare Crossover claims. | (\$1,900,000) | R |
| 42 Case Management Services
Reduces case management services for adults and children by 33% by streamlining services and eliminating duplicative services. | (\$20,000,000) | R |
| 43 Revised Medicaid Forecast
Provides Increased funding for the Medicaid Program due to the revised forecast for SFY 2003. | \$109,723,210 | R |

Division of Mental Health, Developmental Disabilities, and Substance Abuse Services

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| 44 Area Mental Health Programs
Reduces State appropriations to area mental health programs for community-based services. | (\$29,246,907) | R |
| 45 Child and Family State Facilities
Reduces funding for state-operated child and family facilities by reducing building repairs, travel, staff development, student temporary wages and salary reserve. | (\$45,451) | R |
| 46 United Cerebral Palsy, Inc. Contract
Reduces the contract with United Cerebral Palsy, Inc. by 10%. | (\$120,000) | R |
| 47 Various Contracts
Eliminates state appropriations for the following contracts: | (\$1,335,884) | R |
- | | |
|---|-----------|
| UNC Student Stipends | \$ 47,000 |
| Housing Works, Inc. | \$ 60,326 |
| National Alliance for the Mentally Ill | \$ 20,000 |
| Exceptional Children's Assistance Center | \$123,408 |
| Association for Persons in Supported Employment | \$39,900 |
| UNC-CH Core Indicator Project Evaluation | \$127,000 |
| UNC-CH DD Training Institute | \$586,424 |
| Mental Health Association Respite Training | \$120,000 |
| NCSU-CUACS Technical Assistance | \$101,350 |

Reduce State Appropriations for the following contract:

NC High School Athletics Association	\$111,376
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| 48 Central Office Administration
Reduces central office administration by reducing travel, supplies and equipment line items, and reducing some contracts. | (\$162,013) | R |
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- 49 Institutional Receipts** (\$1,000,000) R
Reduces State appropriations by increasing the budget for institutional receipts
- 50 Mental Retardation Centers** (\$330,354) R
Reduces expenditures for State-operated Mental retardation centers by eliminating 5.5 positions and reducing salary reserve. Eliminated positions include: 1.0 Parent Trainer, 0.5 Housekeeper, 1.0 DHHS School Administrator II, 1.0 Patient Review Coordinator, 1.0 Outreach Specialist II, and 1.0 Rehab Therapy Tech. -5.50
- 51 State Psychiatric Hospitals** (\$2,895,097) R
Reduces expenditures for State-operated psychiatric hospitals by eliminating 61.0 positions; reducing education, training, and staff development; reducing expenditures for supplies, printing, and equipment; closing 5-bed TB Unit at Cherry hospital; Closing CPI outpatient unit at John Umstead Hospital, and eliminating 10 psychiatric beds at Cherry Hospital with no community transfer of funding. Eliminated positions include 24.0 Health Care Technician I's, 2.0 Clinical Social Workers, 2.0 Lead Psych Technicians, 1.0 Physician III-B, 2.0 Food Service Assistant II's, 1.0 Librarian, 1.0 LPN, 1.0 Nurse Education Instructor, 1.0 Patient Relations Representative III, 1.0 Physician III-C, 1.0 Plant Maintenance Supervisor II, 1.0 Processing Assistant III, 1.0 Rehab. Therapist, 2.0 Senior Psychologist I's, 1.0 Social Worker Clinical Specialist, 3.0 Teachers, 1.0 Dental Assistant, 1.0 X-Ray Technician II, 1.0 Office Assistant V, 1.0 Adaptive Equipment Specialist, 1.0 Boiler Room Operator Shift Supervisor I, 1.0 FSA II, 1.0 Grounds Worker, 1.0 Housekeeping Supervisor II, 1.0 Human Services Coordinator III, 1.0 Mechanic Supervisor I, 1.0 OT Supervisor II, 1.0 Patient Relations Representative V, 1.0 Physical Therapy Assistant II, 1.0 Processing Unit Supervisor IV, and 2.0 Word Processor III's. -61.00
- 52 Substance Abuse State Facilities** (\$184,818) R
Reduces expenditures for State-operated substance abuse facilities by eliminating 15.25 positions, reducing salary reserve, contracting for dietary services, and reducing operating expenses such as travel, supplies, maintenance and equipment. Eliminated positions include:
4.0 Cook II's, 2.0 Cook Supervisor I, 1.0 Food Service Assistant I, 3.0 Food Service Assistant II's, 1.0 Food Service Supervisor IV, 1.0 Stock Clerk I, 1.0 Health Care Technician I, 1.0 Substance Abuse Counselor II, 1.0 MR Assistant III, and .25 Social Worker II. -15.25
- 53 Autism Society Contract** (\$280,000) R
Reduces the contract with the Autism Society by 10%.

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Division of Public Health

54 Equipment	(\$27,835)	R
Eliminates appropriations for equipment in the Oral Health Section.		
55 Developmental Evaluation Centers	(\$2,076,426)	R
Reduces appropriations for the 18 Developmental Evaluation Centers.		
56 Positions in Women's and Children's Health Section	(\$130,888)	R
Eliminates 3.45 vacant positions: 0.75 Audiologist, 0.70 Processing Assistant, 1.0 Public Health Program Consultant I, and 1 Social Research Assistant.		
	-3.45	
57 Operating Expenses	(\$52,180)	R
Reduces state appropriations for honorariums, conference registrations, educational supplies, office furniture and printing/binding for the Children and Youth Branch of Women's and Children's Health Section.		
58 Children With Special Needs Program	(\$110,000)	R
Reduces state appropriations for the Children With Special Needs program; the program historically has had unencumbered funds remaining in the account at the end of the fiscal year.		
59 Intensive Home Visiting Program	(\$95,860)	R
Reduces funding for the Intensive Home Visiting Program.		
60 Aid-to-County	(\$1,000,000)	R
Reduces the Aid-to-County funding by an amount that has historically been reverted at fiscal year's end.		
61 Regional Dentists' Offices	(\$11,107)	R
Eliminates appropriations for the regional dentists' offices in Raleigh and Fayetteville and eliminates the operating expenses.		
62 Office of Minority Health	(\$24,000)	R
Reduces the operating costs in the Office of Minority Health.		
63 Home Health Purchase of Medical Care	(\$3,293,722)	R
Eliminates state appropriations for the Home Health Purchase of Medical Care Program and 1.0 Public Health Program Supervisor II position.		
	-1.00	
64 State Laboratory Pap Smear Program	(\$1,050,000)	R
Reduces state appropriations within the Pap Smear Program and replaces it with a new \$7 fee to local health departments and state owned facilities for the test specimen.		
65 Oral Health Section Positions	(\$747,000)	R
Eliminates 7.0 dentist positions, 1.0 vacant Dental Hygienist position, and 1.0 vacant Administrative Assistant position.		
	-9.00	

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66 Community Care Coordination	(\$90,000)	R
Reduces state appropriations and replaces the funds with Medicaid receipts for the community care coordinator contracts.		
67 Prescription Drug Access Project	(\$200,000)	R
Eliminates the appropriations for the Prescription Drug Access Project.		
68 Prescription Drug Assistance Program	(\$500,000)	R
Eliminates funding for the Prescription Drug Assistance Program for the elderly.		
69 Contracts and Grants-In-Aid	(\$469,062)	R
Eliminates the following contracts: UNC - CH - Cardiovascular Health Program Evaluation Initiative - (\$27,235) Poe Center Contract and Grant-in-Aid - (\$201,500) Greenway Project - (\$6,425) Training and Research - (\$15,000) UNC Tech Assistance and Health Promotion Campaign - (\$89,825) Reduces the contract with UNC for PHTIN - (\$129,077)		
70 HIV/STD Care Contracts	(\$38,845)	R
Reduces state appropriations and replaces these funds with the Ryan White Title II grant for contracts with community-based organizations.		
71 Health Promotion Funding	(\$180,000)	R
Reduces the Health Promotion funding that supports local health promotion activities.		
72 Immunization Branch Operating Funds	(\$66,659)	R
Reduces state appropriations for travel, telecommunication, property insurance and employee education and replaces these funds with the federal immunization grant funds.		
73 Farmers' Market Program	(\$157,230)	R
Eliminates the Farmers' Market Program.		
74 State Center For Health Statistics	(\$146,190)	R
Replaces state appropriations with historically over-realized receipts from the National Center for Health Statistics.		
75 Women's Health	(\$281,257)	R
Reduces state appropriations and replaces the funds with Medicaid federal financial participation for the Perinatal Outreach and Education Training Program (POET).		
76 Oral Health	(\$662,107)	R
Reduces state appropriations for the Dental Hygienist positions and replaces these funds with Medicaid receipts.		

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77 Administrative Activities	(\$400,000)	R
Reduces state appropriations for non-direct service activities within Women's and Children's Health Section and replaces these funds with Medicaid receipts.		
78 Hepatitis B Vaccine School Site Initiative	(\$604,800)	R
Reduces state appropriations for the Hepatitis B vaccine and replaces the funds with federal vaccine funds.		
79 State Laboratory - Newborn Screening	(\$1,000,000)	R
Reduces state appropriations for the newborn screening tests and replaces these funds with proposed \$10 fees to be charged to hospitals and providers for each specimen submitted for testing.		
80 Contracts	(\$519,830)	R
Terminates contracts with LabCorp for CD4 testing, dysplasia clinics for cancer diagnostic and treatment services, and Wake Forest University for follow-up monitoring of Intensive Care Nursing and Neonatal Intensive Care Unit infants.		
81 Dusty Trades Program	(\$165,405)	R
Closes the Dusty Trades Program. Eliminates 3.0 filled Industrial Hygienist Consultant positions and 1.0 filled Processing Assistant IV position.		
	-4.00	
82 Sickle Cell Program	(\$42,096)	R
Reduces state appropriations and replaces the funds with increased federal financial participation through Medicaid for the Sickle Cell community-based organizations.		

83 Contracts - Women's and Children's Health Section**(\$1,448,868) R**

Reduces contracts for services to support direct care. The following contracts are reduced by the corresponding amounts:

Prevent Blindness - (\$41,900)
 UNC-CH, Center for Public Health Practice - (\$18,750)
 Duke University Medical School - (\$59,674)
 Carolina Healthcare System II (Pediatric and Prenatal Services) - (\$33,113)
 ECU (Pediatric and Prenatal Services)- (\$38,192)
 Fullerton Genetics Clinic (Pediatric and Prenatal Services) - (\$63,030)
 Wake Forest (Pediatric and Prenatal Services) - (\$55,102)
 UNC-CH (Pediatric and Prenatal Services) - (\$116,518)
 UNC-CH (Alpha-fetal protein screening) - (\$20,000)
 Wake Forest (Alpha-fetal protein screening) - (\$20,000)
 Carolinas HealthCare System (Services for children with hemophilia or other coagulation disorders) - (\$200)
 Duke University (Services for children with hemophilia or other coagulation disorders) - (\$600)
 ECU (Services for children with hemophilia or other coagulation disorders) - (\$600)
 UNC-CH (Services for children with hemophilia or other coagulation disorders) - (\$7,300)
 Wake Forest University (Services for children with hemophilia or other coagulation disorders) - (\$1,300)
 Moses Cone - (\$4,600)
 Duke University Medical Center - (\$33,697)
 Wake Forest University (Assessment, monitoring and treatment of children 0-21 with orthopedic conditions) - (\$11,425)
 Western Carolina University - (\$40,000)
 Assistive Resource Centers (15% reduction for each) - (\$112,346)
 In-hospital identification of children with special health care needs - 10 contracts - (\$69,597)
 Center for Development and Learning UNC-CH - (\$485,646)
 Dept. of Agriculture - (\$600)
 NC Baptist Hospital - (\$4,800)
 Central Carolina - (\$50,000)
 UNC-CH - (\$67,706)
 Young Women's Outreach - (\$18,990)
 Albemarle Smart Start - (\$30,680)
 Adolescent Pregnancy Prevention Coalition of NC - (\$22,500)

Division of Social Services**84 State/County Special Assistance****(\$2,145,157) R**

Maintains the current rate of \$1,091 for the 02-03 fiscal year. Maintaining this rate will result in a cost-savings of an equal amount for local Departments of Social Services. An amount of \$200,000 in remaining funds shall be used for expanded audit requirements.

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- 85 Various Contracts** (\$892,743) R
Eliminates state appropriations for the following contracts in the Child Support Section:
- Child Support Enforcement Training - \$641,893
 - Child Support Enforcement Help Desk - \$229,840
 - Ohio State Treasurer - \$ 21,010
- 86 Carry forward for Electing Counties** (\$600,000) R
Eliminates the ability of 13 Electing Counties to carry forward excess state funds at the end of state fiscal year.
- 87 Families for Kids** (\$1,200,000) R
Eliminates funding for 16 local Departments of Social Services. Historically, these funds have been used to assist counties improving their child welfare services and reduce the amount of time children remain in the foster care system.
- 88 Local DSS Administration** (\$5,500,000) R
Reduces State funds for operating budgets for 100 local Departments of Social Services.
- 89 Family Resource Centers** (\$698,866) R
Reduces funds for Family Resource Centers in 49 counties.
- 90 Intensive Family Preservation** (\$25,977) R
Reduces funds for a Program involving 53 providers focused on preventing out-of-home placement for high-risk children. Recurring budgeted state funds will be approximately \$1.4 million following this reduction.
- 91 CCPT Grant** (\$250,000) R
Eliminates funds for the Community Child Protection Team Grant (CCPT). Historically, this funding has been distributed on a competitive basis to counties demonstrating innovative approaches to improving their child protection services.
- 92 Child Support Backlog** (\$1,500,000) R
Eliminates expansion item that was not funded during the 01-02 fiscal year. Funding was intended to address Child Support Enforcement backlogs in urban counties. The Division addressing the problem through improving current operating procedures without additional funds.
- 93 DSS State Administration** (\$1,399,093) R
Reduces the operating budget for the Central Office.
- 94 Resident Evaluation Services** (\$1,062,037) R
Eliminates funds for Resident Evaluation Services. The automated instrument required to implement this new initiative is incomplete and funds to implement the program statewide are not available.

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95 State Adult Care Home Specialist Funds

(\$1,400,000) R

Eliminates funds used to pay for staff at local Departments of Social Services. The state provided this funding to reduce caseloads for adult home specialists at the local level.

96 Boys and Girls Clubs

\$600,000 NR

State funds will be used to replace federal funds historically used to fund Boys and Girls Clubs across the state. Due to a reduction in the Temporary Assistance for Needy Families (TANF) Block Grant, this item could not be funded with federal funds for the 02-03 fiscal year.

Division of Vocational Rehabilitation

97 Disability Division's Consolidation

(\$750,000) R

Reduces state appropriations for the Divisions of Services for the Blind and Vocational Rehabilitation by consolidating the Division of Services for the Blind, Division of Services for the Deaf and Hard of Hearing, and Division of Vocational Rehabilitation and creating a new Division to be named by the Department of Health and Human Services. Reductions will result from the consolidation of administration for all three divisions, consolidation of district offices in cities where there are two or more district offices, and streamlining of direct client services provided by all three divisions. No reductions are to come from the Division of Services for the Deaf and Hard of Hearing, and services unique to persons who are deaf or blind shall be maintained.

98 Universal Design Contract

(\$99,998) R

Eliminates Universal Design contract with NCSU's Center for Universal Design.

99 Direct VR Client Services

(\$3,499,678) R

Reduces state appropriations for vocational rehabilitation client services by implementing stricter case policies and "order of selection" policies that allow a waiting list for the least disabled clients.

100 Administrative Operational Costs

(\$400,000) R

Reduces administrative costs by reducing expenditures for supplies, travel, and equipment.

101 Vacant Positions

(\$850,000) R

Eliminates 25.0 vacant positions including 1.0 Adj. Services Instructor, 1.0 Administrative Assistant I, 1.0 Administrative Officer III, 1.0 Computer Technical Support III, 8.0 Office Assistant II's, 1.0 Office Assistant IV, 1.0 Processing Assistant III, 1.0 Program Assistant V, 1.0 Rehab. Case Assistant, 2.0 Rehab. Case Supervisors, 1.0 Rehab. Education Specialist, 1.0 Stock Clerk II, 1.0 Vocational Evaluator II, and 1.0 Vocational Evaluation Specialist.

-25.00

Divisions of Services for the Blind and Services for Deaf & Hard of Hearing

102 Medical Eye Care Program	(\$200,000)	R
Reduces excess funding in the Medical Eye Care Program.		
103 Medical Eye Care and Independent Living Services	(\$64,000)	R
Reduces funding for Medical Eye Care and Independent Living Services by eliminating 1.0 Medical Eye Care Consultant position and reducing funding for medical/scientific equipment and educational supplies.		
	-1.00	
104 Operating Expenses	(\$200,000)	R
Maintains expenditures for SFY 2003 for operating expenses at the SFY 2002 expenditure level.		
105 Cost Allocation to Telecommunications Access of NC	(\$21,013)	R
Reduces state appropriations to the Division of Services for the Deaf and Hard of Hearing by increasing receipts from Telecommunication Access of NC through cost allocation.		
106 Special Assistance for the Blind	(\$158,000)	R
Reduces excess funding in the Special Assistance for the Blind program.		

NC Health Choice

107 Co-payments	(\$454,669)	R
Reduces premiums for the NC Health Choice program by increasing co-payments for families with income greater than 150% of the federal poverty level and establishing new co-payments for families with income at or below 150% of the federal poverty level.		
Increased rates for families with income greater than 150% of the FPL:		
Office/Mental Health Visit	Increased to \$7 from \$5	
Rx Filled	Was \$6 for all Drugs	
	Now \$5 for Generic and	
	\$10 for brand name	
Non-emergency Use of ER	Increased to \$30 from \$20	
New co-payments for families with income at or below 150% of the FPL:		
Office/Mental Health Visit	\$2	
Rx Filled	\$1 for Generic and	
	\$3 for brand name	
Non-emergency Use of ER	\$10	

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108 Dispensing Fee Reduction	(\$168,964)	R
Reduces premiums for the NC Health Choice program by reducing the dispensing fee paid to pharmacists from \$6.00 per prescription to \$4.00 for brand name drugs and \$5.60 for generic drugs. This is the same dispensing fee as paid by the Medicaid Program.		
109 Premium Reduction by Using Medicaid Reimbursement	(\$8,578,528)	R
Reduces premiums for the NC Health Choice Program by paying Medicaid reimbursement rates to NC Health Choice providers.		
Office of Education Services		
110 Maintenance Contract	(\$1,127)	R
Reduces a contract for maintenance at the Governor Morehead School.		
111 Operating Budget	(\$200,143)	R
Reduces operating budgets at the residential schools. This reduction targets equipment and supplies.		
112 Capital Improvement Reserves	(\$701,665)	R
Eliminates appropriation for capital improvement reserves.		
113 Central School Maintenance Funding	(\$381,632)	R
Eliminates the Central School for the Deaf's maintenance and operating budget. The positions to be eliminated include: 1.0 Maintenance Mechanic IV, 1.0 Facility Maintenance Supervisor III, and 2.0 Maintenance Mechanic II's.		
	-4.00	
114 IEP/IFSP Personal Service Contracts	(\$100,000)	R
Reduces personal service contracts for activities prescribed in Individual Educational Plans and Individual Family Services Plans.		
115 Auditory Learning Program Contract	(\$200,000)	R
Eliminates funding for the contract with the Auditory Learning Program.		
116 Central Preschool Program	(\$361,164)	R
Abolishes 7.0 vacant and 2.0 filled preschool staff positions and operating expenses for the Central Preschool Program. Positions include: 5.0 vacant Teachers, 1.0 vacant Lead Teacher, 1.0 filled Processing Assistant IV, 1.0 filled Processing Assistant III, and 1.0 EDA II.		
	-9.00	
117 Positions at WNCSD	(\$362,625)	R
Abolishes 14.75 vacant positions and reduces operating expenses at the Western North Carolina School for the Deaf. Positions include: .75 Office Assistant IV, 1.0 Processing Assistant IV, 1.0 Staff Development Specialist II, 1.0 Computer Support Tech II, 1.0 Boiler Operator I, 1.0 Maintenance Mechanic I, 1.0 Maintenance Mechanic II, 5.0 Teachers, 1.0 Resident Life Attendant, and 2.0 Resident Life Trainers.		
	-14.75	

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118 Governor Morehead School Preschool Program	(\$641,763)	R
Abolishes 8.75 vacant positions and reduces operating expenses for the Governor Morehead School Preschool Program. Positions include: 4.0 Teachers, 1.0 Lead Teacher, 2.0 Social Workers, and 1.75 EDA's.	-8.75	
119 Positions at GMS	(\$319,691)	R
Abolishes 11.0 vacant positions at the Governor Morehead School. Positions include: 1.0 EDA II, 1.0 General Utility Worker, 1.0 Housekeeper, 1.0 Librarian, 2.0 Resident Life Attendants, 5.0 Resident Life Trainers.	-11.00	
120 Positions at ENCSD	(\$716,267)	R
Abolishes 26.0 vacant positions at the Eastern North Carolina School for the Deaf. Positions include: 1.0 Cook I, 4.25 EDA II's, 3.0 Food Service Assistant I's, .75 Occupational Therapist II, 1.0 Processing Assistant IV, 1.0 Resident Life Attendant, 9.0 Resident Life Trainers, 5.0 Teachers, and 1.0 Volunteer Service Coordinator.	-26.00	
121 Beginnings Contract	(\$38,000)	R
Reduces the contract amount with Beginnings.		
Office of the Secretary		
122 Rural Health Clinic Operational Funding	(\$150,000)	R
Reduces rural health clinic operating funds.		
123 Aid to Clinic Construction	(\$75,000)	R
Reduces funding for clinic construction.		
124 Loan Repayment Incentive Funds	(\$939,121)	R
Reduces funding for Loan Repayment Incentive Funds program by 50%.		
125 Community Primary Care Grant Program	(\$118,400)	R
Eliminates funding for the Community Primary Care Grant Program in the Office of Research, Demonstration and Rural Health Development.		
126 Administrative Costs	(\$48,109)	R
Reduces administrative costs in the Office of Research, Demonstration, and Rural Health Development.		
127 Position Eliminations	(\$5,000,000)	R
Eliminates vacant or filled positions, reduce layers of management, and related operating expenses throughout the Department of Health and Human Services.	-150.00	
128 Print Shop Elimination	(\$46,657)	R
Eliminates the Print Shop in the Office of Public Affairs. DHHS shall contract for printing services with the Department of Corrections.	-6.00	

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129 NC Child Advocacy Institute Grant-in-Aid	(\$125,000)	R
Reduces the grant-in-aid to the NC Child Advocacy Institute by 50%.		
130 IT Contractual Services	(\$2,402,718)	R
Reduces the SFY 2003 Certified Budget for information technology contractual services by 15%.		
131 Position Eliminations - DIRM	(\$330,250)	R
Eliminates 11.0 vacant positions in the Division of Information Management: 3.0 Application Analyst Programmer I's, 3.0 Application Programmer II's, 1.0 Application Programmer I, 1.0 Information Processing Assistant I, 1.0 Processing Assistant IV, and 2.0 Telecommunications Equipment Tech. III's.	-11.00	
132 NC Council on the Holocaust	(\$31,016)	R
Eliminates state appropriations for the NC Council on the Holocaust.		
133 Position Eliminations - Controller's Office	(\$53,000)	R
Eliminates 2 vacant positions in the DHHS Controller Office.		
Eliminates 1.0 Accounting Clerk IV and 1.0 EBT Coordinator.	-2.00	
Budget Changes	(\$152,982,060)	R
	\$600,000	NR
Total Position Changes	-375.70	
Revised Total Budget	\$3,491,698,058	